## ORIGINAL



## BEFORE THE ARIZONA COMMISSION

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COMMISSIONERS 3 KRISTIN K. MAYES, Chairman

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**GARY PIERCE** PAUL NEWMAN SANDRA D. KENNEDY

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AZ CORP COMMISSION DOCKET CONTROL

Arizona Corporation Commission

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**DOCKETED BY** 



IN THE MATTER OF THE APPLICATION OF PAYSON WATER COMPANY ON BEHALF OF ITS MESA DEL CABALLO SYSTEM FOR APPROVAL OF A WATER AUGMENTATION SURCHARGE/EMERGENCY RATE TARIFF.

IN THE MATTER OF THE NOTICE OF FILING OF PAYSON WATER COMPANY'S PROPOSED CHANGES TO ITS CURTAILMENT TARIFF (MESA DEL CABALLO SYSTEM).

DOCKET NO. W-03514A-10-0116

DOCKET NO. W-03514A-10-0117

## PROCEDURAL ORDER

## BY THE COMMISSION:

On March 31, 2010, Payson Water Company on behalf of its Mesa Del Caballo System ("PWC." "Applicant." "Company" or "MDC") filed with the Arizona Corporation Commission ("Commission") an application for the emergency implementation of a surcharge or emergency rate tariff due to water shortages on its MDC System. The Company claims that it can no longer augment the water supply for its MDC System and asserts that, in 2009, the Company absorbed \$59,137 in water hauling costs for the MDC System. The Company seeks a monthly surcharge/emergency rate tariff to be charged per 1,000 gallons of water for customers on the MDC System in order to offset the costs of hauling water. The Company is investigating two options to solve its water shortages on the MDC System in the following manner: by drilling a new deep well to serve MDC; or by connecting to the future C.C. Cragin Reservoir pipeline that will serve the City of Payson ("City").

Concurrently with the aforementioned application, the Company also filed an application for proposed changes to its Curtailment Tariff for its MDC System.

On April 5, 2010, the Company filed a Motion to Consolidate ("Motion") the above-captioned applications because the two matters are interrelated and could best be addressed by the Commission in one proceeding. There have been no objections filed to the Company's Motion.

On April 22, 2010, by Procedural Order, the above-captioned applications were consolidated and the matter was set for hearing on May 18, 2010,

On April 28, 2010, the Mesa Del Water Committee ("MDWC") filed a Motion to Intervene On April 30, 2010, by Procedural Order, MDWC was granted intervention.

On May 6, 2010, Staff filed a Motion to Extend Filing Deadline for the Staff Report which is due to be filed on May 7, 2010. Staff is requesting a short extension, until May 10, 2010 to file its report. The company and MDWC have no objections to Staff's Motion.

Accordingly, an extension should be granted.

IT IS THEREFORE ORDERED that Staff's Motion to Extend Filing Deadline is hereby granted and Staff shall have until May 10, 2010 to file the Staff Report.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized Communications) applies to this proceeding as the matter is now set for public hearing.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that consistent with Rule 31 of the Rules of the Arizona Supreme Court, a non-profit organization may be represented by a corporate officer, employee, or a member who is not an active member of the state bar if: (A) the non-profit organization has specifically authorized the officer, employee, or member to represent it in the particular matter; (B) such representation is not the person's primary duty to the non-profit organization, but is secondary or incidental to such person's duties relating to the management or operation of the non-profit organization; and (C) the person is not receiving separate or additional compensation (other than reimbursement for costs) for such representation. Notwithstanding the foregoing provisions, the Commission or presiding officer may require counsel in lieu of lay representation whenever it determines that lay representation is interfering with the orderly progress of the proceeding, imposing undue burdens on the other parties, or causing harm to the parties represented.

1 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive 2 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing. DATED this day of May, 2010. 3 4 5 6 7 ADMINISTRATIVE LAW JUDGE 8 Copies of the foregoing mailed/delivered this 10 day of May, 2010 to: Patrick J. Black FENNEMORE CRAIG, PC 10 3003 North Central Avenue, Suite 2600 Phoenix, AZ 85012-2913 11 Attorneys for Payson Water Company 12 MESA DEL WATER COMMITTEE c/o El Caballo Club, Inc. 13 8119 Mescalero Payson, AZ 85541 14 Janice Alward, Chief Counsel, Legal Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street Phoenix, AZ 85007 15 16 Steven M. Olea, Director, Utilities Division 17 ARIZONA CORPORATION COMMISSION 1200 West Washington Street 18 Phoenix, Arizona 85007 19 20 By: 21 Secretary to Marc E. Stern 22 23 24 25

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